COUNTY OF LOS ANGELES

MARVIN J. SOUTHARD, D.S.W. Director

ROBIN KAY, Ph.D. Chief Deputy Director

RODERICK SHANER, M.D. Medical Director

550 SOUTH VERMONT AVENUE, LOS ANGELES, CALIFORNIA 90020



BOARD OF SUPERVISORS GLORIA MOLINA MARK RIDLEY-THOMAS ZEV YAROSLAVSKY DON KNABE MICHAEL D. ANTONOVICH

DEPARTMENT OF MENTAL HEALTH

http://dmh.lacountv.info

Reply To: (213) 738-4684 (213) 381-7092 Fax:

June 30, 2011

TO:

Each Supervisor

FROM:

Robin Kay for Marvin J. Southard, D.S.W.

Director of Mental Health

SUBJECT:

TERMINATION OF LEGAL ENTITY MENTAL HEALTH SERVICES

AGREEMENT WITH VERDUGO MENTAL HEALTH

This is to advise your Board of the termination of Legal Entity Mental Health Services Agreement, No. MH120689 (Agreement), with Verdugo Mental Health (VMH).

Board approval for the Agreement was given on June 1, 2010, Agenda Item No. 29.

This Agreement is terminated pursuant to Paragraph 35 TERMINATION FOR INSOLVENCY, Subparagraph A. (2). VMH filed bankruptcy, Case No. 2:11-BK-22739-PC, in the U.S. Bankruptcy Court for the Central District of California, on March 25, 2011. VMH ceased operations on May 21, 2011. The effective date of termination is May 21, 2011.

If you have any questions or concerns regarding this termination, please contact me, or your staff may contact Richard Kushi, Chief, Contracts Development and Administration Division, at (213) 738-4684.

MJS:RK:AW:cc

C:

Executive Officer, Board of Supervisors

Chief Executive Officer

County Counsel Robin Kay, Ph.D. Margo Morales

Carlotta Childs-Seagle

Kimberly Nall Richard Kushi Eva Carrera Mike Motodani Alice Wong Christine Chu